Thursday, July 26, 2007

Purchasing Office RECOMMENDATION FOR COUNCIL ACTION

Item No. 69

Subject: Authorize award and execution of a 24-month requirements supply contract with ALPHA READY MIX LLC, Austin, TX for ready mix concrete for the Public Works Department in an estimated amount not to exceed \$614,570, with two 12-month extension options in estimated amounts not to exceed \$354,000 for the first extension option and \$407,100 for the second extension option, for a total estimated contract amount not to exceed \$1,375,670.

Amount and Source of Funding: Funding in the amount of \$51,215 is available in Fiscal Year 2006-2007 Operating Budget of the Public Works Department. Funding for the remaining 22 months of the original contract period and the extension options is contingent upon available funding in future budgets.

Fiscal Note: There is no unanticipated fiscal impact. A fiscal note is not required.

For More Information: Steve Aden, Supervising Sr. Buyer, 974-2021.

Purchasing Language: Lowest bid of two bids received.

MBE/WBE: This contract will be awarded in compliance with Chapter 2-9D of the City Code (Minority-Owned and Women-Owned Business Enterprise Procurement Program). No subcontracting opportunities were identified; therefore no goals were established for this solicitation.

This contract will provide ready mix concrete to be used by the Public Works Department/Street and Bridge Division for street maintenance and construction activities. The ready mix concrete is used by the Street and Bridge Division for concrete pavement repairs, concrete utility cut repairs, sidewalk construction, American Disability Act (ADA) ramp construction requirements, curb and gutter construction, driveway construction and bus stop pad construction by City crews.

Alpha Ready Mix LLC, is in compliance with Texas Commission on Environmental Quality site requirements.

MBE/WBE solicited: 2/0 MBE/WBE bid: 0/0

PRICE ANALYSIS

- a. Adequate competition.
- b. Seven notices were issued, including two MBEs. There are no WBEs available for this commodity. Two bids were received, with no response from the MBEs.
- c. The pricing offered represents a 7% decrease from the last purchase made November 2006. Alpha Ready Mix is the current contract supplier.

APPROVAL JUSTIFICATION

- a. Lowest bid received.
- b. The Purchasing Office concurs with the Public Works Department's recommended award.
- c. Advertised in the Austin American-Statesman and Internet.